# DEPARTMENT OF WORKFORCE DEVELOPMENT

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# State of Wisconsin Governor Jim Doyle

# DEPARTMENT OF HEALTH AND

**FAMILY SERVICES** 

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**TO: Economic Support Supervisors** 

**Economic Support Lead Workers** 

**Training Staff** 

**Child Care Coordinators** 

W-2 Agencies

FROM: Amy Mendel-Clemens

**Communications Section** 

Bureau of Health Care Eligibility

**BHCE/BWP OPERATIONS MEMO** 

No.: 03-12

Date: 02/27/2003

Non W-2 [X] W-2 [] CC []

PRIORITY: HIGH

SUBJECT: Federal Poverty Level Changes for Wisconsin Works (W-2), Community

Reinvestment (CR), and Wisconsin Shares (Child Care Subsidy) Program

CROSS REFERENCE: Child Day Care Manual

W-2 Manual CR Guide

EFFECTIVE DATE: April 1, 2003

## **PURPOSE**

#### This memo:

- Alerts you to changes in the 2003 Federal Poverty Level (FPL) for Wisconsin Works (W-2) cash assistance, Community Reinvestment (CR) and Wisconsin Shares (the child care subsidy program).
- 2. Provides information on the impact on the child care subsidy applicants and recipients.
- 3. Includes the revised W-2 FPL table.

The new 2003 Child Care CoPay Schedule is available on the internet at: <a href="http://www.dwd.state.wi.us/dws/programs/childcare/wishares/default.htm">http://www.dwd.state.wi.us/dws/programs/childcare/wishares/default.htm</a>

For child care purposes, there is a mass change for child care eligibility on March 8, 2003 and a separate mass change for current and future authorizations in the Child Care Payment System on March 29, 2003.

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## BACKGROUND

Each year the federal government adjusts the FPLs. As a result of the annual FPL changes, income limits for W-2 cash assistance, child care eligibility, and the income ranges that are used to determine the family copayment for child care authorizations change.

# Wisconsin Works

The effective date for the income limits for W-2 cash assistance (115% FPL) is April 1, 2003.

# Community Reinvestment

To determine financial eligibility for the CR program (200% FPL) refer to the updated FPL table. Effective date is April 1, 2003.

| Group | Annual   | Monthly    | Monthly | Monthly    | Group  | Annual   | Monthly  | Monthly | Monthly    |
|-------|----------|------------|---------|------------|--------|----------|----------|---------|------------|
|       | Amounts  | 100%       | 115%    | 200%       |        | Amounts  | 100%     | 115%    | 200%       |
| Size  |          | FPL        | FPL     | FPL        | Size   |          | FPL      | FPL     | FPL        |
|       |          |            |         |            |        |          | 2,056.67 |         |            |
| 1     | \$8,980  | \$748.33   | \$861   | \$1,496.67 | 6      | \$24,680 |          | \$2,365 | \$4,113.33 |
|       |          | \$1,010.00 |         |            |        |          | 2,318.33 |         |            |
| 2     | \$12,120 |            | \$1,162 | \$2,020.00 | 7      | \$27,820 |          | \$2,666 | \$4,636.67 |
|       |          | \$1,271.67 |         |            |        |          | 2,580.00 |         |            |
| 3     | \$15,260 |            | \$1,462 | \$2,543.33 | 8      | \$30,960 |          | \$2,967 | \$5,160.00 |
|       |          |            |         |            |        |          | 2,841.67 |         |            |
| 4     | \$18,400 | \$1,533.33 | \$1,763 | \$3,066.67 | 9      | \$34,100 |          | \$3,268 | \$5,683.33 |
|       |          |            |         |            |        |          | 3,103.33 |         |            |
| 5     | \$21,540 | \$1,795.00 | \$2,064 | \$3,590.00 | 10     | \$37,240 |          | \$3,569 | \$6,206.67 |
|       |          |            |         |            | Each   |          | \$261.37 |         |            |
|       |          |            |         |            | Added  | \$3,140  |          | \$301   | \$523.33   |
|       |          |            |         |            | Person |          |          |         |            |

# Child Care

The effective date of the new income limits established in the memo for all new child care subsidy applicants is April 1, 2003. Applications entered in CARES after the March 8, 2003 mass change should use these new FPL income limits in CARES table TCCS for April 1, 2003.

All ongoing child care cases, including those that are closing March 31, 2003, in the CARES system will be run in the annual mass change for eligibility March 8, 2003. All child care cases will have their income updated to a new 2003 FPL percentage. Cases that are closing March 31, 2003, for excess income may remain eligible for child care as a result of the 2003 FPL changes.

Child care authorizations will also go through a mass change on the weekend of March 29, 2003, that will split all authorizations, and recalculate the family copay, using the new income ranges as displayed in table TCFP, and the new copays as displayed on table TCCP.

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# Child Care Authorizations

All current and future authorizations that are created in the child care payment system as of March 29, 2003, will be included in the child care authorization mass change. All authorizations with an end date after March 29, will be split with the new authorization beginning March 30, or April 13. If family income has not changed since the current authorizations were created the new, increased FPL income ranges may decrease the family copay, or not change the family copay at all. However, even if the copay does not change, and the provider payment does not change, the authorization will split, and notices will be generated. If the mass change reduces the family copay, therefore, increasing the provider payment, the begin date of the new authorizations will be March 30.

Some authorizations will begin April 13, because the provider payment will decrease as a result of the mass change. This can happen because the new authorizations will use the most current family income for March, as well as the number of children in care, and the type of care chosen by the family to determine the family copay. Income changes in CARES that have not been reflected in current authorizations will be reflected in the new authorizations created by the mass change. So, it is possible that the copay will increase due to income changes in spite of the FPL changes. When this happens the begin date of the new authorization will be April 13, 2003. Notices will be generated to reflect the decreased payment to the provider also.

Also, all authorizations that are created after March 29, 2003, with a begin date of March 30, or later will use the new income ranges to determine the family copay. However, if the begin date of authorizations created after the mass change is March 23, or earlier, the retro authorization will split. One authorization will use the 2002 FPL income ranges and copayment amounts, and end March 29, and the other authorization will begin March 30, and use the 2003 FPL income ranges and copayment amounts.

# Family and Provider Notices

All child care cases will go through the eligibility mass change, but ongoing approval notices (AEAX) will not be generated for child care cases that were open in March. These notices are not generated because the eligibility status of the family has not changed.

Family authorization notices will be sent out to all families with children that have current and future authorizations because they will be included in the authorization mass change. This means that an authorization end notice and a new authorization notice will be generated for each family and mailed together on March 31.

Provider notices will be similar to the notices that were generated when the county maximum rates changed for 2003. This format lists all children who are authorized to that provider location. When there is no change in the provider payment rate an asterisk will appear next to the child's name. An explanation that the asterisk indicates no payment rate change will be displayed at the bottom of this notice. These notices to providers will not display on the provider's notice history (CNHS), instead they can be viewed as an EOS report. The report name and number is FPL Auth Mass Change Notice CC40 (displays each provider notice), and CC41 (lists providers who received the notice).

For a detailed Child Care Co-Payment Schedule for Licensed and Certified Care see the attached spreadsheet.

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# **CARES**

The CARES income limit tables (TWWS, TCCS), used to determine W-2 and child care eligibility, will be updated with an effective date of April 1, 2003. The child care income range table (TCFP) and the child care copay table (TCCP), used to determine the family copay for child care authorizations, will also be updated with an effective date of March 30, 2003.

## **CONTACTS**

Regional Area Administrator's Office, or

BHCE CARES Information & Problem Resolution Center

Email: <u>carpolcc@dwd.state.wi.us</u>
Telephone: (608) 261-6317 (Option #1)

Fax: (608) 266-8358

Note: Email contacts are preferred. Thank you.

NOTE ≫

|             | Child Car   | e Co-Payr    | nent Sched    | lule for Li   | censed and   | Certified   | Care       |             |                |                  |          |         |       |           |         |          |         |       |              |
|-------------|-------------|--------------|---------------|---------------|--------------|-------------|------------|-------------|----------------|------------------|----------|---------|-------|-----------|---------|----------|---------|-------|--------------|
| Look dow    | n the colum | nn of the ap | propriate f   | amily size    | until you fi | nd the gros | s family m | onthly inc  | ome level at o | r just less than |          |         |       |           |         |          |         |       |              |
| the family  | income. L   | ook to the   | right to fine | d the appro   | priate co-pa | ayment by   | family and | d type of c | are.           |                  |          |         |       |           |         |          |         |       |              |
|             | [           |              | Gro           | oss Monthl    | ly Family In | come        |            |             | ]              | WEEKLY           |          |         |       | MOUNT     | WEEKLY  |          |         |       | AMOUNT       |
|             |             |              |               | <b>FAMILY</b> | SIZE         |             |            |             |                | CHILDRE          | N IN SUB | SIDIZED | CARE: |           | CHILDRE | N IN SUB | SIDIZED | CARE: |              |
|             | 2           | 3            | 4             | 5             | 6            | 7           | 8          | 9           | 10 or more     | 1                | 2        | 3       | 4     | 5 or more | 1       | 2        | 3       | 4     | 5 or<br>more |
| 70% FPL     | \$707       | \$890        |               | \$1,257       | \$1,440      | \$1,623     | \$1,806    | \$1,989     | \$2,172        | 4                | 8        | 12      | 15    | 20        | 2       | 6        | 9       | 11    | 14           |
| 75% FPL     | \$758       | \$954        | \$1,150       | \$1,346       |              | \$1,739     | \$1,935    | \$2,131     | \$2,328        | 4                | 10       | 14      | 19    | 23        | 3       | 7        | 10      | 13    | 15           |
| 80% FPL     | \$808       | \$1,017      | \$1,227       | \$1,436       | \$1,645      | \$1,855     | \$2,064    | \$2,273     | \$2,483        | 7                | 11       | 15      | 21    | 26        | 5       | 8        | 11      | 16    |              |
| 85% FPL     | \$859       | \$1,081      | \$1,303       | \$1,526       | \$1,748      | \$1,971     | \$2,193    | \$2,415     | \$2,638        | 10               | 14       | 19      | 23    | 29        | 7       | 10       | 13      | 16    |              |
| 90% FPL     | \$909       | \$1,145      | \$1,380       | \$1,616       | \$1,851      | \$2,087     | \$2,322    | \$2,558     | \$2,793        | 11               | 18       | 23      | 29    | 34        | 8       | 12       | 15      | 20    |              |
| 95% FPL     | \$960       | \$1,208      | \$1,457       | \$1,705       | \$1,954      | \$2,202     | \$2,451    | \$2,700     | \$2,948        | 14               | 21       | 29      | 35    | 42        | 10      | 15       | 20      | 25    | 29           |
| 100%<br>FPL | \$1,010     | \$1,272      | \$1,533       | \$1,795       | \$2,057      | \$2,318     | \$2,580    | \$2,842     | \$3,103        | 16               | 23       | 30      | 38    | 44        | 11      | 15       | 21      | 27    | 31           |
| 105%<br>FPL | \$1,061     | \$1,335      | \$1,610       | \$1,885       | \$2,160      | \$2,434     | \$2,709    | \$2,984     | \$3,259        | 19               | 25       | 33      | 40    | 47        | 13      | 18       | 23      | 28    | 34           |
| 110%<br>FPL | \$1,111     | \$1,399      | \$1,687       | \$1,975       | \$2,262      | \$2,550     | \$2,838    | \$3,126     | \$3,414        | 21               | 29       | 35      | 42    | 49        | 15      | 20       | 24      | 29    | 35           |
| 115%<br>FPL | \$1,162     | \$1,462      | \$1,763       | \$2,064       | \$2,365      | \$2,666     | \$2,967    | \$3,268     | \$3,569        | 23               | 30       | 38      | 45    | 51        | 16      | 21       | 27      | 31    | 37           |
| 120%<br>FPL | \$1,212     | \$1,526      | \$1,840       | \$2,154       | \$2,468      | \$2,782     | \$3,096    | \$3,410     | \$3,724        | 25               | 33       | 40      | 47    | 55        | 18      | 23       | 28      | 34    | 38           |
| 125%<br>FPL | \$1,263     | \$1,590      | \$1,917       | \$2,244       | \$2,571      | \$2,898     | \$3,225    | \$3,552     | \$3,879        | 29               | 34       | 42      | 49    | 56        | 20      | 24       | 29      | 34    | 39           |
| 130%<br>FPL | \$1,313     | \$1,653      | \$1,993       | \$2,334       | \$2,674      | \$3,014     | \$3,354    | \$3,694     | \$4,034        | 30               | 39       | 47      | 55    | 63        | 21      | 27       | 33      | 38    | 45           |
| 135%<br>FPL | \$1,364     | \$1,717      | \$2,070       | \$2,423       | \$2,777      | \$3,130     | \$3,483    | \$3,836     | \$4,190        | 33               | 42       | 51      | 61    | 70        | 23      | 29       | 37      | 42    | 49           |
| 140%<br>FPL | \$1,414     | \$1,780      | \$2,147       | \$2,513       | \$2,879      | \$3,246     | \$3,612    | \$3,978     | \$4,345        | 34               | 44       | 54      | 63    | 74        | 24      | 31       | 38      | 44    | 51           |
| 145%<br>FPL | \$1,465     | \$1,844      | \$2,223       | \$2,603       | \$2,982      | \$3,362     | \$3,741    | \$4,120     | \$4,500        | 37               | 47       | 55      | 65    | 75        | 27      | 33       | 39      | 47    | 52           |
| 150%<br>FPL | \$1,515     | \$1,908      | \$2,300       | \$2,693       | \$3,085      | \$3,478     | \$3,870    | \$4,263     | \$4,655        | 40               | 49       | 59      | 68    | 78        | 27      | 34       | 41      | 48    | 55           |
| 155%<br>FPL | \$1,566     | \$1,971      | \$2,377       | \$2,782       | \$3,188      | \$3,593     | \$3,999    | \$4,405     | \$4,810        | 42               | 51       | 61      | 70    | 80        | 29      | 37       | 42      | 49    | 56           |
| 160%<br>FPL | \$1,616     | \$2,035      | \$2,453       | \$2,872       | \$3,291      | \$3,709     | \$4,128    | \$4,547     | \$4,965        | 44               | 54       | 63      | 73    | 83        | 31      | 38       | 45      | 51    | 58           |
| 165%<br>FPL | \$1,667     | \$2,098      | \$2,530       | \$2,962       | \$3,394      | \$3,825     | \$4,257    | \$4,689     | \$5,121        | 45               | 56       | 65      | 74    | 84        | 32      | 39       | 46      | 52    | 59           |
| 170%<br>FPL | \$1,717     | \$2,162      | \$2,607       | \$3,052       | \$3,496      | \$3,941     | \$4,386    | \$4,831     | \$5,276        | 46               | 59       | 68      | 78    |           | 33      | 41       | 48      | 55    | 60           |
| 175%<br>FPL | \$1,768     | \$2,225      | \$2,683       | \$3,141       | \$3,599      | \$4,057     | \$4,515    | \$4,973     | ,              | 48               | 60       | 70      |       |           | 33      | 42       | 49      |       |              |
| 180%<br>FPL | \$1,818     | \$2,289      | \$2,760       | \$3,231       | \$3,702      | \$4,173     | \$4,644    | \$5,115     | \$5,586        | 50               | 62       | 73      | 83    | 91        | 34      | 44       | 51      | 58    | 65           |

|             | [                                 |             | (       | Gross Mo | nthly Fam | ily Incom | e          |         | ]         | WEEKLY     | LICENSE | CARE C    | O-PAY A   | MOUNT | WEEKLY   | CERTIFIE | ED CARE C | CO-PAY A | MOUNT |              |
|-------------|-----------------------------------|-------------|---------|----------|-----------|-----------|------------|---------|-----------|------------|---------|-----------|-----------|-------|----------|----------|-----------|----------|-------|--------------|
|             |                                   | FAMILY SIZE |         |          |           |           |            |         |           |            |         | N IN SUBS | IDIZED CA | ARE:  |          | CHILDRE  |           |          |       |              |
|             | 2                                 | 3           | 4       | 5        | 6         | 7         | 8          | 9       | 10 or mor | 10 or more |         | 2         | 3         | 4     | 5 or mor | e 1      | 2         | 3        | 4     | 5 or<br>more |
| 185%<br>FPL | \$1,869                           | \$2,353     | \$2,837 | \$3,321  | \$3,805   | \$4,289   | \$4,773    | \$5,257 | \$5,741   |            | 51      | 64        | 75        | 84    | 94       | 35       | 47        | 52       | 59    | 65           |
|             | 185% of the Federal Poverty Level |             |         |          |           |           |            |         |           |            |         | _'        |           |       |          |          |           |          |       |              |
| 190%<br>FPL | \$1,919                           | \$2,416     | \$2,913 | \$3,411  | \$3,908   | \$4,405   | \$4,902    | \$5,399 | \$5,896   |            | 52      | 65        | 78        | 86    | 95       | 37       | 48        | 54       | 60    | 68           |
| 195%<br>FPL | \$1,970                           | \$2,480     | \$2,990 | \$3,500  | \$4,011   | \$4,521   | \$5,031    | \$5,541 | \$6,052   |            | 54      | 67        | 80        | 89    | 99       | 38       | 49        | 56       | 63    | 69           |
| 200%<br>FPL | \$2,020                           | \$2,543     | \$3,067 | \$3,590  | \$4,113   | \$4,637   | \$5,160    | \$5,683 | \$6,207   |            | 55      | 69        | 82        | 91    | 100      | 39       | 51        | 58       | 64    | 70           |
|             | <<<                               |             |         | +        | -200% of  | the Fede  | ral Povert | y Level |           |            |         | >>>       |           |       |          |          |           |          |       |              |

NOTE: The copayment rate for teen parents who are not Learnfare participants is minimum copay and is found by selecting the lowest income line (70%) FPL and then finding the copayment listed, under either licensed care or certified care, for the appropriate number of children. Parents who have left a W-2 employment position for unsubsidized work also qualify for the minimum coapy for one month. Families with children who are authorized for 20 hours or less are subject to one half of their share of the family copay listed above for those children. No copay is required for parents who participate in Learnfare or Food Stamp Employment and Training. Foster parents do not have a copayment responsibility for the foster children in their care. Kinship care relatives caring for a child under a court order do not have a copayment responsibility. Kinship care relatives caring for a child without a court order pay the minimum copay, unless they are receiving a child care subsidy for another child who is subject to a copayment greater than the minimum copay.